

**HOUSE BILLS
SECOND EXTRAORDINARY SESSION**

House Journal - 1999

Number	SPONSOR	DESCRIPTION	Passed First Consideration	Passed Second Consideration	Senate Bill Substituted SB Page	Passed Third Consideration	Passed by Senate	Signed by Speaker of House	Signed by Speaker of Senate	Signed by Governor	OTHER ACTION	CHAPTER NUMBER
1	Bowers, et al	Redefines "retailer" to include television shopping systems and mail order businesses; redefines "retail sales" to exclude orders taken and sales made via on-line telecommunication systems until congress permits states to tax such sales.	8	17								
2	Head, et al	Enacts "Comprehensive Tax Reform Law of 1999."	8	17								
3	Kisber	Increases annual registration fee to \$55.00 for persons making retail sales at flea markets; extends deadline for such persons to file annual sales tax return to January 31.	20	26								
4	Kisber	Increases amount of time by which notice must be given regarding inspection of property assessment records and changes in classification or assessed valuation; increases amount of time that assessor must retain notice records.	20	26								
5	Maddox	Removes headquarters exemption from sales and use tax	26	35								
6	Sharp, et al	Requires bureau of TennCare to design cards issued to recipients to designate medicaid or dual eligibles and uninsured/uninsurables below poverty level from uninsured/uninsurables above poverty level; imposes flat \$5.00 sales tax on each prescription drug, including insulin, dispensed to uninsured/uninsurables above poverty level.	26	35								
7	Westmoreland	Deletes from sales and use tax all amusement tax exemptions.	26	35								
8	Maddox	Removes requirement of tax credit reciprocity to receive credit on Hall income tax for taxes paid on out-of-state income, distributions or interest by shareholders of out-of-state subchapter S corporations.	26	35								

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9	Scroggs, et al	Imposes \$2.00 application fee to be paid by person applying for TennCare coverage as uninsured or uninsurable whose income is above federal poverty level; if approved, application to be filed as lien against real property of applicant in favor of state for annual premiums due.	26	35								
10	Kernell	Requires each county and municipality to annually submit tax expenditure report identifying impact of various property tax exemptions; directs comptroller to prepare annual summary report based upon such data.	33	42								
11	Kisber	Provides that persons contracting with counties, municipalities, the state, or entities of any of those must be registered to collect sales and use taxes; allows information sharing.	33	42								
12	Stulce	Imposes 1 percent state sales tax on numerous types of services and tangible personal property previously untaxed; deletes several state sales tax exemptions; imposes excise and franchise taxes on sole proprietorships, general partnerships and not-for-profit professional service businesses; and captures compensation in excess of \$100,000 in net earnings/net loss calculation for excise tax purposes.	33	42								
13	Stulce	Deletes sales tax credit for qualified, new or expanded headquarters facilities.	33	42								
14	Patton	Eliminates sales tax exemptions; reduces state sales tax rate to 4 percent; reduces local option maximum rate to 1.5 percent.	33	42								
15	Ford S	Creates task force to provide information and recommendations to 101st General Assembly concerning level of taxation of alcoholic beverages, beer and wine; deletes all amusement tax exemptions; deletes authority of commissioner to refund amount of sales and use tax paid by motion picture production company if certain conditions met.	34	42								

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16	DeBerry L, et al	Creates oversight commission on government spending to examine state budget for fraud, waste and abuse.	34	42								
17	Kisber	Authorizes credit from combined franchise/excise tax liability equal to employer's share of insurance premium paid for employee who is included as covered employee under employer's health care plan if employee was covered by TennCare prior to being included in employer's plan.	34	42								
18	Kisber	Makes various changes pertaining to revenue allocation and oversight.	34	42								
19	Beavers	Requires collection of any tax measured by income earned by or paid to an individual enacted by general assembly to be suspended until general state-wide referendum held and imposition, increase or collection approved by majority of voters voting in election.	34	43								
20	Walley	Taxes - Enacts "The Health Insurance Responsibility Act of 1999."	34	43								
21	Walley	Requires appropriation from recurring revenues for estimated share of operating cost for any law enacted after this bill that results in net increase in state share of cost of medical assistance provided through Medicaid or TennCare.	34	43								
22	Walley	Taxes - Enacts "The Employers Health Responsibility Act of 1999."	34	43								
23	Walley	Imposes tax of \$15.00 per covered individual on administrators of health insurance claims, regulated insurance companies and employers that adjudicate health insurance claims of its employees.	34	43								
24	Walley	Imposes 1 percent tax on gross amount of all dollars collected from enrollee or on enrollee's behalf by all insurers, medical service plans, hospital service corporations and hospital and medical service corporations and HMOs offering health insurance in this state.	34	43								

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25	Curtiss	Clarifies amount of fees to be paid and effective dates to practice as limited licensed electrician; requires department of commerce and insurance in cooperation with board for licensing contractors to develop mechanism to require only one registration and to develop method to stagger issuance of license for limited licensed electricians.	35	43								
26	Sharp	Requires all businesses with gross sales of more than \$100,000 in 12 months preceding this act to report quarterly to department of revenue on gross sales; department to compile information and make reports to general assembly.	35	43								
27	Head, et al	Enacts "The Comprehensive Tax Reform Law of 1999"; authorizes use of net worth not computed by GAAP to be measure of franchise taxes.	35	43								
28	Head, et al	Enacts "The Comprehensive Tax Reform Law of 1999"; revises inheritance and gift tax laws.	35	43								
29	Head, et al	Enacts "The Comprehensive Tax Reform Law of 1999"; makes various technical corrections to franchise and excise tax law enacted in 1999.	35	43								
30	Head, et al	Reduces general state sales tax rates; adjusts certain specific sales tax rates; enacts "The Tennessee Flat Tax Law of 1999."	35	43								
31	Head, et al	Repeals Halls income tax; enacts "The Tennessee Flat Tax Law of 1999."	35	43								
32	Patton	Creates franchise and excise tax exemption for family-owned LLC, LP or LLP engaged primarily in farming or holding one or more personal residences.	42	51								
33	Patton	Creates franchise and excise tax exemption for family owned non-corporate entities used to produce passive investment income.	42	51								
34	McDaniel, et al	Redefines "net earnings" and "net loss" for certain entities for franchise tax purposes to include earnings that do not accrue to such corporations but are taxed to entities which receive them.	42	51								

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35	Fitzhugh, et al	Directs commissioner of revenue to collect taxes on gross profits and shares of investment companies whose owners do not live in county where investment company located.	42	51									
36	Windle	Prohibits higher education administrators from receiving salary increases until all higher education faculty are paid at southeastern regional average.	42	51									
37	Jackson, et al	Enacts "Extraordinary Good and Fair and Common Sense Approach to Health Care and Funding Thereof Act."	50	58									
38	Jackson, et al	Increases tax on gallon of wine from \$1.10 to \$5.37 a gallon; increases tax on spirits from \$4.00 to \$19.52 a gallon; increases tax on beer or other like beverage from \$3.90 to \$15.90 a barrel.	51	58									
39	Jackson, et al	Increases tax on gallon of wine from \$1.10 to \$7.25 a gallon; increases tax on spirits from \$4.00 to \$26.35 a gallon; increases tax on beer or other like beverage from \$3.90 to \$21.47 a barrel.	51	58									
40	Jackson, et al	Increases tax on cigarettes from 6 1/2 mills to 12 1/2 mills on each cigarette; increases tax on all other tobacco products from 6 percent to 11.5 percent of the wholesale cost price.	51	58									
41	Jackson, et al	Increases tax on cigarettes from 6 1/2 mills to 13 mills on each cigarette.	51	58									